

## General Assembly

Substitute Bill No. 146

January Session, 2021



## AN ACT CONCERNING REVENUE FROM GAMING ACTIVITIES, GRANTS IN LIEU OF TAXES FOR TRIBAL LANDS AND SALE OF ALCOHOL BY CASINO PERMITTEES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (NEW) (Effective July 1, 2021) (a) If sports wagering or
- 2 online casino gaming outside of Indian lands, as defined in the Indian
- 3 Gaming Regulatory Act, 25 USC 2703(4), is authorized pursuant to (1)
- 4 amendments to the Mashantucket Pequot procedures and to the
- 5 Mashantucket Pequot memorandum of understanding with the
- 6 Mashantucket Pequot Tribe and amendments to the Mohegan compact
- 7 and to the Mohegan memorandum of understanding with the Mohegan
- 8 Tribe of Indians of Connecticut, or new compacts with the
- 9 Mashantucket Pequot Tribe or the Mohegan Tribe of Indians of
- 10 Connecticut, or both, and (2) any provision of the general statutes or a
- 11 public or special act, any funds received by the state from an operator
- 12 of such sports wagering or online casino gaming shall be deposited in
- 13 the General Fund.
- 14 (b) Beginning in the fiscal year ending June 30, 2024, and each fiscal
- 15 year thereafter, the following amounts shall be transferred annually
- 16 from the funds deposited in the General Fund pursuant to subsection
- 17 (a) of this section:

- 18 (1) Any amount required to be transferred to the Mashantucket 19 Pequot and Mohegan Fund pursuant to the provisions of section 3-55i 20 of the general statutes, as amended by this act;
- 21 (2) Twenty million dollars, to the state-wide tourism marketing 22 account, established pursuant to section 10-395a of the general statutes; 23 and
- 24 (3) Ten million dollars, to the Arts, Culture and Tourism Fund, 25 established pursuant to section 10-395b of the general statutes, as 26 amended by this act.
- Sec. 2. Section 3-55i of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
- 29 (a) There is established the "Mashantucket Pequot and Mohegan 30 Fund" which shall be a separate nonlapsing fund. All funds received by 31 the state of Connecticut from the Mashantucket Pequot Tribe pursuant 32 to the joint memorandum of understanding entered into by and 33 between the state and the tribe on January 13, 1993, as amended on April 34 30, 1993, and any successor thereto, shall be deposited in the General 35 Fund. [During the fiscal year] For the fiscal years ending June 30, 2015, 36 [and each fiscal year thereafter,] to June 30, 2023, inclusive, from the 37 funds received by the state from the tribe pursuant to said joint 38 memorandum of understanding, as amended, and any successor 39 thereto, an amount equal to the appropriation to the Mashantucket 40 Pequot and Mohegan Fund for Grants to Towns shall be transferred to 41 the Mashantucket Pequot and Mohegan Fund. [and shall be distributed 42 by the Office of Policy and Management, during said fiscal year, in 43 accordance with the provisions of section 3-55j.] For the fiscal year 44 ending June 30, 2024, and each fiscal year thereafter, one hundred thirty-45 nine million three hundred eighty thousand dollars of the funds deposited in the General Fund pursuant to this subsection, the 46 47 memorandum of understanding entered into by and between the state 48 and the Mohegan Tribe of Indians of Connecticut on May 17, 1994, as 49 amended from time to time, and section 1 of this act shall be transferred

50 from the General Fund to the Mashantucket Pequot and Mohegan Fund. 51 During each fiscal year, the Office of Policy and Management shall make 52 distributions of any funds transferred to the Mashantucket Pequot and 53 Mohegan Fund pursuant to this section in accordance with the 54 provisions of section 3-55j, as amended by this act. The amount of the 55 grant payable to each municipality during any fiscal year, in accordance with [said] section 3-55j, as amended by this act, shall be reduced 56 proportionately if the total of such grants exceeds the amount of funds 57 58 available for such year. The grant shall be paid in three installments as 59 follows: The Secretary of the Office of Policy and Management shall, 60 annually, not later than the fifteenth day of December, the fifteenth day 61 of March and the fifteenth day of June certify to the Comptroller the 62 amount due each municipality under the provisions of section 3-55j, as 63 amended by this act, and the Comptroller shall draw an order on the 64 Treasurer on or before the fifth business day following the fifteenth day 65 of December, the fifth business day following the fifteenth day of March 66 and the fifth business day following the fifteenth day of June and the 67 Treasurer shall pay the amount thereof to such municipality on or before 68 the first day of January, the first day of April and the thirtieth day of 69 June.

- 70 (b) The transfers from the General Fund to the Mashantucket Pequot
  71 and Mohegan Fund required by subsection (a) of this section and
  72 subdivision (1) of subsection (b) of section 1 of this act shall not be
  73 reduced except upon (1) submission to the General Assembly by the
  74 Governor of a certification of an emergency requiring such reduction;
  75 and (2) a vote of at least two-thirds of the members of each house of the
  76 General Assembly approving such reduction.
  - Sec. 3. Section 3-55j of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
- 79 (a) Twenty million dollars of the moneys available in the Mashantucket Pequot and Mohegan Fund established by section 3-55i, as amended by this act, shall be paid to municipalities eligible for a state grant in lieu of taxes pursuant to subsection (b) of section 12-18b, as

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amended by this act, in addition to the grants payable to such municipalities pursuant to section 12-18b, as amended by this act, subject to the provisions of subsection (b) of this section. Such grant shall be equal to that paid to the municipality pursuant to this subsection for the fiscal year ending June 30, 2015. Any eligible special services district shall receive a portion of the grant payable under this subsection to the town in which such district is located. The portion payable to any such district under this subsection shall be the amount of the grant to the town under this subsection which results from application of the district mill rate to exempt property in the district. As used in this subsection and subsection (c) of this section, "eligible special services district" means any special services district created by a town charter, having its own governing body and for the assessment year commencing October 1, 1996, containing fifty per cent or more of the value of total taxable property within the town in which such district is located.

- (b) No municipality shall receive a grant pursuant to subsection (a) of this section which, when added to the amount of the grant payable to such municipality pursuant to subsection (b) of section 12-18b, <u>as amended by this act</u>, would exceed one hundred per cent of the property taxes which would have been paid with respect to all state-owned real property, except for the exemption applicable to such property, on the assessment list in such municipality for the assessment date two years prior to the commencement of the state fiscal year in which such grants are payable, except that, notwithstanding the provisions of said subsection (a), no municipality shall receive a grant pursuant to said subsection which is less than one thousand six hundred sixty-seven dollars.
- (c) Twenty million one hundred twenty-three thousand nine hundred sixteen dollars of the moneys available in the Mashantucket Pequot and Mohegan Fund established by section 3-55i, as amended by this act, shall be paid to municipalities eligible for a state grant in lieu of taxes pursuant to subsection (b) of section 12-18b, as amended by this act, in addition to the grants payable to such municipalities pursuant to

116 section 12-18b, as amended by this act, subject to the provisions of 117 subsection (d) of this section. Such grant shall be equal to that paid to the municipality pursuant to this subsection for the fiscal year ending 119 June 30, 2015. Any eligible special services district shall receive a portion 120 of the grant payable under this subsection to the town in which such district is located. The portion payable to any such district under this 122 subsection shall be the amount of the grant to the town under this 123 subsection which results from application of the district mill rate to 124 exempt property in the district.

- (d) Notwithstanding the provisions of subsection (c) of this section, no municipality shall receive a grant pursuant to said subsection which, when added to the amount of the grant payable to such municipality pursuant to subsection (b) of section 12-18b, as amended by this act, would exceed one hundred per cent of the property taxes which, except for any exemption applicable to any private nonprofit institution of higher education, nonprofit general hospital facility or freestanding chronic disease hospital under the provisions of section 12-81, as amended by this act, would have been paid with respect to such exempt real property on the assessment list in such municipality for the assessment date two years prior to the commencement of the state fiscal year in which such grants are payable.
- (e) Thirty-five million dollars of the moneys available in the Mashantucket Pequot and Mohegan Fund established by section 3-55i, as amended by this act, shall be paid to municipalities in accordance with the provisions of section 7-528, except that for the purposes of section 7-528, "adjusted equalized net grand list per capita" means the equalized net grand list divided by the total population of a town, as defined in subdivision (7) of subsection (a) of section 10-261, multiplied by the ratio of the per capita income of the town to the per capita income of the town at the one hundredth percentile among all towns in the state ranked from lowest to highest in per capita income, and "equalized net grand list" means the net grand list of such town upon which taxes were levied for the general expenses of such town two years prior to the fiscal

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year in which a grant is to be paid, equalized in accordance with section 10-261a.

(f) Five million four hundred seventy-five thousand dollars of the moneys available in the Mashantucket Pequot and Mohegan Fund established by section 3-55i, as amended by this act, shall be paid to the following municipalities in accordance with the provisions of section 7-528, except that for the purposes of said section 7-528, "adjusted equalized net grand list per capita" means the equalized net grand list divided by the total population of a town, as defined in subdivision (7) of subsection (a) of section 10-261, multiplied by the ratio of the per capita income of the town to the per capita income of the town at the one hundredth percentile among all towns in the state ranked from lowest to highest in per capita income, and "equalized net grand list" means the net grand list of such town upon which taxes were levied for the general expenses of such town two years prior to the fiscal year in which a grant is to be paid, equalized in accordance with section 10-261a: Bridgeport, Hamden, Hartford, Meriden, New Britain, New Haven, New London, Norwalk, Norwich, Waterbury and Windham.

(g) Notwithstanding the provisions of subsections (a) to (f), inclusive, of this section, and except as provided in subsection (l) of this section, the total grants paid to the following municipalities from the moneys available in the Mashantucket Pequot and Mohegan Fund established by section 3-55i, as amended by this act, shall be as follows:

T1	Bloomfield	\$ 267,489
T2	Bridgeport	10,506,506
T3	Bristol	1,004,050
T4	Chaplin	141,725
T5	Danbury	1,612,564
T6	Derby	432,162
T7	East Hartford	522,421
T8	East Lyme	488,160
T9	Groton	2,037,088

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T10	Hamden	1,592,270
T11	Manchester	1,014,244
T12	Meriden	1,537,900
T13	Middletown	2,124,960
T14	Milford	676,535
T15	New Britain	3,897,434
T16	New London	2,649,363
T17	North Haven	268,582
T18	Norwalk	1,451,367
T19	Norwich	1,662,147
T20	Preston	461,939
T21	Rocky Hill	477,950
T22	Stamford	1,570,767
T23	Union	38,101
T24	Voluntown	156,902
T25	Waterbury	5,179,655
T26	Wethersfield	371,629
T27	Windham	1,307,974
T28	Windsor Locks	754,833

(h) For the fiscal year ending June 30, 1999, and each fiscal year thereafter, if the amount of grant payable to a municipality in accordance with this section is increased as the result of an appropriation to the Mashantucket Pequot and Mohegan Fund for such fiscal year which exceeds eighty-five million dollars, the portion of the grant payable to each eligible service district, in accordance with subsections (a) and (c) of this section shall be increased by the same proportion as the grant payable to such municipality under this section as a result of said increased appropriation.

(i) For the fiscal year ending June 30, 2003, to the fiscal year ending June 30, 2006, inclusive, the municipalities of Ledyard, Montville, Norwich, North Stonington and Preston shall each receive a grant of five hundred thousand dollars which shall be paid from the Mashantucket Pequot and Mohegan Fund established by section 3-55i, as amended by

186 this act, and which shall be in addition to the grants paid to said municipalities pursuant to subsections (a) to (g), inclusive, of this section.

- (i) For the fiscal years ending June 30, 2000, June 30, 2001, and June 30, 2002, the sum of forty-nine million seven hundred fifty thousand dollars shall be paid to municipalities, and for the fiscal year ending June 30, 2003, and each fiscal year thereafter, the sum of forty-seven million five hundred thousand dollars shall be paid to municipalities, in accordance with this subsection, from the Mashantucket Pequot and Mohegan Fund established by section 3-55i, as amended by this act. The grants payable under this subsection shall be used to proportionately increase the amount of the grants payable to each municipality in accordance with subsections (a) to (i), inclusive, of this section and shall be in addition to the grants payable under subsections (a) to (g), inclusive, of this section.
- (k) The amount of the grant payable to each municipality in accordance with subsection (j) of this section shall be reduced proportionately in the event that the total of the grants payable to each municipality pursuant to this section exceeds the amount appropriated for such grants with respect to such year.
- (1) Notwithstanding the provisions of subsections (a) to (k), inclusive, of this section, for the fiscal year ending June 30, 2024, and each fiscal year thereafter, the total annual grants paid to the following municipalities from the moneys available in the Mashantucket Pequot and Mohegan Fund established by section 3-55i, as amended by this act, shall be as follows:

T29	<u>Andover</u>	<u>38,366</u>
T30	<u>Ansonia</u>	<u>518,735</u>
T31	<u>Ashford</u>	<u>56,334</u>
T32	<u>Avon</u>	42,157
T33	<u>Barkhamsted</u>	<u>36,457</u>
T34	<u>Beacon Falls</u>	65,409
T35	Berlin	97,586

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T36	Bethany	40,605
T37	Bethel	99,897
T38	Bethlehem	33,057
T39	Bloomfield	<u>372,983</u>
T40	Bolton	<u>37,216</u>
T41	Bozrah	<u>36,796</u>
T42	Branford	133,076
T43	Bridgeport	14,650,117
T44	Bridgewater	20,139
T45	Bristol	1,400,033
T46	Brookfield	67,478
T47	Brooklyn	498,866
T48	Burlington	51,227
T49	Canaan	22,570
T50	<u>Canterbury</u>	74,283
T51	Canton	51,867
T52	<u>Chaplin</u>	209,219
T53	<u>Cheshire</u>	5,097,406
T54	<u>Chester</u>	<u>36,024</u>
T55	<u>Clinton</u>	<u>75,663</u>
T56	<u>Colchester</u>	<u>124,418</u>
T57	<u>Colebrook</u>	<u> 26,729</u>
T58	<u>Columbia</u>	48,715
T59	<u>Cornwall</u>	20,466
T60	<u>Coventry</u>	<u>91,065</u>
T61	<u>Cromwell</u>	<u>91,516</u>
T62	<u>Danbury</u>	<u>2,248,535</u>
T63	<u>Darien</u>	<u>22,796</u>
T64	Deep River	<u>37,233</u>
T65	<u>Derby</u>	<u>602,600</u>
T66	<u>Durham</u>	<u>38,070</u>
T67	<u>Eastford</u>	<u>30,794</u>
T68	East Granby	<u>40,418</u>
T69	East Haddam	<u>64,436</u>
T70	East Hampton	<u>205,334</u>
T71	East Hartford	<u>728,456</u>
T72	East Haven	<u>206,161</u>
T73	East Lyme	<u>723,587</u>
T74	Easton	<u>47,081</u>
T75	East Windsor	<u>79,664</u>
T76	<u>Ellington</u>	<u>102,992</u>

T77	Enfield	3,382,575
T78	Essex	34,333
T79	Fairfield	<u>691,814</u>
T80	Farmington	73,803
T81	Franklin	28,464
T82	<u>Glastonbury</u>	86,195
T83	Goshen	26,981
T84	Granby	<u>59,255</u>
T85	Greenwich	232,963
T86	Griswold	195,858
T87	Groton	3,036,119
T88	Guilford	64,257
T89	—— Haddam	47,808
T90	Hamden	2,220,238
T91	Hampton	33,517
T92	Hartford	17,012,247
T93	Hartland	30,435
T94	Harwinton	42,276
T95	Hebron	67,331
T96	<u>Kent</u>	<u>26,274</u>
T97	<u>Killingly</u>	<u>235,490</u>
T98	<u>Killingworth</u>	<u>40,700</u>
T99	<u>Lebanon</u>	<u>68,853</u>
T100	<u>Ledyard</u>	<u>1,505,924</u>
T101	<u>Lisbon</u>	<u>50,010</u>
T102	<u>Litchfield</u>	<u>43,529</u>
T103	<u>Lyme</u>	<u>21,625</u>
T104	Madison	<u>51,675</u>
T105	<u>Manchester</u>	<u>1,414,247</u>
T106	<u>Mansfield</u>	<u>658,506</u>
T107	<u>Marlborough</u>	<u>46,284</u>
T108	<u>Meriden</u>	<u>2,144,425</u>
T109	<u>Middlebury</u>	<u>43,159</u>
T110	<u>Middlefield</u>	<u>37,073</u>
T111	<u>Middletown</u>	<u>2,963,013</u>
T112	<u>Milford</u>	<u>943,350</u>
T113	Monroe	<u>75,374</u>
T114	<u>Montville</u>	<u>1,676,151</u>
T115	<u>Morris</u>	<u>24,521</u>
T116	<u>Naugatuck</u>	462,114
T117	New Britain	<u>5,434,525</u>

T118	New Canaan	21,982
T119	New Fairfield	<u>65,447</u>
T120	New Hartford	<u>56,151</u>
T121	New Haven	14,403,776
T122	Newington	980,744
T123	New London	3,959,059
T124	New Milford	210,172
T125	Newtown	2,256,828
T126	Norfolk	33,383
T127	North Branford	90,149
T128	North Canaan	46,735
T129	North Haven	<u>374,507</u>
T130	North Stonington	935,691
T131	Norwalk	2,023,765
T132	Norwich	3,863,048
T133	Old Lyme	38,649
T134	Old Saybrook	<u>36,357</u>
T135	Orange	104,569
T136	Oxford	75,321
T137	Plainfield	253,700
T138	Plainville	<u>191,054</u>
T139	Plymouth	162,780
T140	Pomfret	<u>39,806</u>
T141	Portland	<u>57,938</u>
T142	Preston	1,579,151
T143	Prospect	74,850
T144	Putnam	222,266
T145	Redding	29,236
T146	Ridgefield	<u>35,884</u>
T147	Rocky Hill	666,446
T148	Roxbury	19,665
T149	Salem	<u>38,201</u>
T150	Salisbury	21,660
T151	Scotland	<del>37,306</del>
T152	Seymour	161,335
T153	Sharon	20,830
T154	Shelton	<u>175,721</u>
T155	Sherman	21,922
T156	Simsbury	<u>83,580</u>
T157	Somers	3,994,926
T158	<u>Southbury</u>	89,712

T159	Couthington	202 100
T160	<u>Southington</u> South Windsor	<u>282,109</u>
T160		109,525 50,277
T161 T162	<u>Sprague</u> <u>Stafford</u>	<u>59,377</u>
		<u>206,863</u>
T163	Stamford Starling	<u>2,190,254</u>
T164	Sterling Stania stan	<u>84,665</u>
T165	Stonington	<u>95,178</u>
T166	Stratford	<u>409,829</u>
T167	<u>Suffield</u>	<u>7,015,494</u>
T168	<u>Thomaston</u>	<u>106,406</u>
T169	<u>Thompson</u>	<u>115,766</u>
T170	<u>Tolland</u>	<u>82,456</u>
T171	<u>Torrington</u>	<u>664,969</u>
T172	<u>Trumbull</u>	<u>123,609</u>
T173	<u>Union</u>	<u>53,127</u>
T174	<u>Vernon</u>	<u>410,003</u>
T175	<u>Voluntown</u>	<u>218,782</u>
T176	<u>Wallingford</u>	<u>346,634</u>
T177	<u>Warren</u>	<u>20,455</u>
T178	<u>Washington</u>	<u>20,805</u>
T179	<u>Waterbury</u>	<u>7,222,435</u>
T180	<u>Waterford</u>	<u>87,622</u>
T181	<u>Watertown</u>	<u>155,820</u>
T182	<u>Westbrook</u>	<u>36,113</u>
T183	West Hartford	<u>1,022,726</u>
T184	West Haven	<u>1,524,994</u>
T185	<u>Weston</u>	<u>23,007</u>
T186	<u>Westport</u>	<u>66,088</u>
T187	<u>Wethersfield</u>	<u>518,194</u>
T188	<u>Willington</u>	<u>60,215</u>
T189	Wilton	<u>28,491</u>
T190	Winchester	170,938
T191	Windham	1,949,760
T192	Windsor	184,924
T193	Windsor Locks	1,052,528
T194	Wolcott	172,581
T195	Woodbridge	36,709
T196	Woodbury	<u>51,195</u>
T197	Woodstock	<u>67,128</u>
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- Sec. 4. Section 3-55*l* of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
- (a) For the fiscal year ending June 30, 2006, the municipalities of Ledyard, Montville, Norwich, North Stonington and Preston shall each receive a grant of two hundred fifty thousand dollars which shall be paid from the Mashantucket Pequot and Mohegan Fund established by section 3-55i, as amended by this act, and which shall be in addition to the grants paid to said municipalities pursuant to section 3-55j, as amended by this act.
  - (b) For the fiscal [year] <u>years</u> ending June 30, 2007, [and each fiscal year thereafter] <u>to June 30, 2023, inclusive</u>, the municipalities of Ledyard, Montville, Norwich, North Stonington and Preston shall each receive a grant of seven hundred fifty thousand dollars which shall be paid from said fund and which shall be in addition to the grants paid to said municipalities pursuant to section 3-55j, as amended by this act.
  - (c) The grants payable in accordance with this section shall be determined prior to the determination of grants pursuant to said section 3-55j, as amended by this act, and shall not be reduced proportionately if the total of the grants payable to each municipality pursuant to said section exceeds the amount appropriated for grants pursuant to section 3-55i, as amended by this act, with respect to each such year.
  - Sec. 5. Section 3-55m of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
- 235 For the fiscal [year] years ending June 30, 2008, [and each fiscal year 236 thereafter] to June 30, 2023, inclusive, one million six hundred thousand 237 dollars of the appropriation to the Mashantucket Pequot and Mohegan 238 Fund, for Grants to Towns, shall be distributed to municipalities that are 239 members of the Southeastern Connecticut Council of Governments and 240 to any distressed municipality that is a member of the Northeastern 241 Connecticut Council of Governments or the Windham Area Council of 242 Governments. Said amount shall be distributed proportionately to each

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243 such municipality based on the total amount of payments received by 244 all such municipalities from said fund in the preceding fiscal year, 245 determined in accordance with section 3-55j, as amended by this act. The 246 grants payable in accordance with this section shall be determined prior 247 to the determination of grants pursuant to said section 3-55j, as amended 248 by this act, and shall not be reduced proportionately if the total of the 249 grants payable to each municipality pursuant to said section exceeds the 250 amount appropriated for such grants with respect to such year. The 251 payments to municipalities authorized by this section shall be made in 252 accordance with the schedule set forth in section 3-55i, as amended by 253 this act.

- Sec. 6. Subparagraph (G) of subdivision (1) of subsection (b) of section 12-18b of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
- 257 (G) [Forty-five] One hundred per cent of the property taxes that 258 would have been paid with respect to any land designated within the 259 1983 Settlement boundary and taken into trust by the federal 260 government for the Mashantucket Pequot Tribal Nation prior to June 8, 261 1999, or taken into trust by the federal government for the Mohegan 262 Tribe of Indians of Connecticut, provided the real property subject to 263 this subparagraph shall be the land only, and shall not include the 264 assessed value of any structures, buildings or other improvements on 265 such land; and
  - Sec. 7. (NEW) (Effective July 1, 2021) If the Connecticut Lottery Corporation is authorized to establish a program to sell lottery tickets for lottery draw games through the corporation's Internet web site, an online service or a mobile application pursuant to (1) amendments to the Mashantucket Pequot procedures and to the Mashantucket Pequot memorandum of understanding with the Mashantucket Pequot Tribe and amendments to the Mohegan compact and to the Mohegan memorandum of understanding with the Mohegan Tribe of Indians of Connecticut, or new compacts with the Mashantucket Pequot Tribe or the Mohegan Tribe of Indians of Connecticut, or both, and (2) any

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provision of the general statutes or a public or special act, the corporation shall establish a fund into which all revenue from such program shall be deposited, from which all payments and expenses of the corporation for such program shall be paid and from which transfers to the debt-free community college account, established in section 8 of this act, shall be made pursuant to subsection (d) of section 12-812 of the general statutes, as amended by this act.

Sec. 8. (NEW) (*Effective July 1, 2021*) (a) There is established an account to be known as the "debt-free community college account" which shall be a separate, nonlapsing account within the General Fund. The account shall contain any moneys required by law to be deposited in the account, including, but not limited to, deposits from the Connecticut Lottery Corporation in accordance with subsection (d) of section 12-812 of the general statutes, as amended by this act. Moneys in the account shall be expended by the Board of Regents for Higher Education for the purposes of the debt-free community college program established pursuant to section 10a-174 of the general statutes.

- (b) Not later than thirty days after the initial offering of lottery tickets for lottery draw games through the Connecticut Lottery Corporation's Internet web site, online service or mobile application, and on January first annually thereafter, the president of said corporation shall estimate and report to the Board of Regents for Higher Education the anticipated amount of the deposit required pursuant to subsection (d) of section 12-812 of the general statutes, as amended by this act, or the anticipated net revenue from such online offering during the current and next fiscal year.
- Sec. 9. Section 12-801 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
- As used in section 12-563a and sections 12-800 to 12-818, inclusive, <u>as</u>
  amended by this act, and section 7 of this act, the following terms [shall]
  have the following meanings unless the context clearly indicates another
  meaning:

- (1) "Board" or "board of directors" means the board of directors of the corporation;

  (2) "Corporation" means the Connecticut Lottery Corporation as created under section 12-802;
- 312 (3) "Division" means the former Division of Special Revenue in the 313 Department of Revenue Services;
- (4) "Lottery" means (A) the Connecticut state lottery conducted prior to the transfer authorized under section 12-808 by the Division of Special Revenue, (B) after such transfer, the Connecticut state lottery conducted by the corporation pursuant to sections 12-563a and 12-800 to 12-818, inclusive, as amended by this act, and section 7 of this act, (C) the state lottery referred to in subsection (a) of section 53-278g, and (D) keno conducted by the corporation pursuant to section 12-806c;
  - (5) "Keno" means a lottery game in which a subset of numbers are drawn from a larger field of numbers by a central computer system using an approved random number generator, wheel system device or other drawing device. "Keno" does not include a game operated on a video facsimile machine;
  - (6) "Lottery fund" means a fund or funds established by, and under the management and control of, the corporation, into which all lottery revenues of the corporation are deposited, from which all payments and expenses of the corporation are paid and from which transfers to the General Fund or the Connecticut Teachers' Retirement Fund Bonds Special Capital Reserve Fund, established in section 10-183vv, are made pursuant to section 12-812, as amended by this act, but "lottery fund" does not include a fund established under section 7 of this act; and
  - (7) "Operating revenue" means total revenue received from lottery sales less all cancelled sales and amounts paid as prizes but before payment or provision for payment of any other expenses.
- Sec. 10. Section 12-812 of the general statutes is repealed and the

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following is substituted in lieu thereof (*Effective July 1, 2021*):

- (a) The president of the corporation, subject to the direction of the board, shall conduct daily, weekly, multistate, special instant or other lottery games and shall determine the number of times a lottery shall be held each year, the form and price of the tickets and the aggregate amount of prizes, which shall not be less than forty-five per cent of the sales unless required by the terms of any agreement entered into for the conduct of multistate lottery games. The proceeds of the sale of tickets shall be deposited in the lottery fund of the corporation from which prizes shall be paid, upon vouchers signed by the president, or by either of two persons designated and authorized by him, in such numbers and amounts as the president determines. The corporation may limit its liability in games with fixed payouts and may cause a cessation of sales of tickets of certain designation when such liability limit has been reached.
- (b) The president, subject to the direction of the board, may enter into agreements for the sale of product advertising on lottery tickets, play slips and other lottery media.
- (c) On a weekly basis, the president shall estimate, and certify to the State Treasurer, that portion of the balance in the lottery fund which exceeds the current needs of the corporation for the payment of prizes, the payment of current operating expenses and funding of approved reserves of the corporation. The corporation shall transfer the amount so certified from the lottery fund of the corporation to the General Fund upon notification of receipt of such certification by the Treasurer, except that if the amount on deposit in the Connecticut Teachers' Retirement Fund Bonds Special Capital Reserve Fund, established in section 10-183vv, is less than the required minimum capital reserve, as defined in subsection (b) of said section, the corporation shall pay such amount so certified to the trustee of the fund for deposit in the fund. If the corporation transfers any moneys to the General Fund at any time when the amount on deposit in said capital reserve fund is less than the required minimum capital reserve, the amount of such transfer shall be

deemed appropriated from the General Fund to the Connecticut 371 372 Teachers' Retirement Fund Bonds Special Capital Reserve Fund.

- (d) On a weekly basis, the president shall estimate, and certify to the State Treasurer, that portion of the balance in the fund established pursuant to section 7 of this act which exceeds the current needs of the corporation for the payment of prizes, the payment of current operating expenses and funding of approved reserves of the corporation for the online lottery program described in section 7 of this act. The corporation shall transfer the amount so certified to the debt-free community college account established pursuant to section 8 of this act upon notification of receipt of such certification by the State Treasurer.
- 382 Sec. 11. Section 12-818 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*): 383

384 [For each of the fiscal years ending June 30, 2010, and June 30, 2011, 385 the Connecticut Lottery Corporation shall transfer one million nine 386 hundred thousand dollars of the revenue received from the sale of 387 lottery tickets to the chronic gamblers treatment rehabilitation account 388 created pursuant to section 17a-713. For the fiscal years ending June 30, 389 2012, to June 30, 2013, inclusive, the Connecticut Lottery Corporation 390 shall transfer one million nine hundred thousand dollars of the revenue received from the sale of lottery tickets to the chronic gamblers 392 treatment rehabilitation account created pursuant to section 17a-713.] 393 For the fiscal [year] years ending June 30, 2014, [and each fiscal year thereafter, to June 30, 2021, inclusive, the Connecticut Lottery 395 Corporation shall transfer two million three hundred thousand dollars 396 of the revenue received from the sale of lottery tickets to the chronic 397 gamblers treatment rehabilitation account created pursuant to section 398 17a-713. For the fiscal year ending June 30, 2022, and each fiscal year 399 thereafter, the Connecticut Lottery Corporation shall transfer four 400 million six hundred thousand dollars of the revenue received from the sale of lottery tickets to the chronic gamblers treatment rehabilitation 402 account created pursuant to section 17a-713.

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Sec. 12. Subsection (a) of section 30-91 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):

- (a) The sale or the dispensing or consumption or the presence in glasses or other receptacles suitable to permit the consumption of alcoholic liquor by an individual in places operating under hotel permits, restaurant permits, cafe permits, Connecticut craft cafe permits, restaurant permits for catering establishments, bowling establishment permits, racquetball facility permits, club permits, coliseum permits, coliseum concession permits, special sporting facility restaurant permits, special sporting facility employee recreational permits, special sporting facility guest permits, special sporting facility concession permits, special sporting facility bar permits, golf country club permits, nonprofit public museum permits, university permits, airport restaurant permits, airport bar permits, airport airline club permits, tavern permits, manufacturer permits for beer, casino permits, caterer liquor permits and charitable organization permits shall be unlawful on: (1) Monday, Tuesday, Wednesday, Thursday and Friday between the hours of one o'clock a.m. and nine o'clock a.m.; (2) Saturday between the hours of two o'clock a.m. and nine o'clock a.m.; (3) Sunday between the hours of two o'clock a.m. and ten o'clock a.m.; (4) Christmas, except [(A)] for alcoholic liquor that is served where food is also available during the hours otherwise permitted by this section for the day on which Christmas falls; [, and (B) by casino permittees at casinos, as defined in section 30-37k;] and (5) January first between the hours of three o'clock a.m. and nine o'clock a.m., except that on any Sunday that is January first the prohibitions of this section shall be between the hours of three o'clock a.m. and ten o'clock a.m.
- Sec. 13. Subsection (l) of section 30-91 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- (1) Notwithstanding any provision of subsection (a) of this section, it shall be lawful for casino permittees at casinos, as defined in section 30-

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- 436 37k, to (1) allow the sale or dispensing of alcohol to, or consumption or 437 presence in glasses or other receptacles suitable to permit the 438 consumption of alcoholic liquor by, an individual who is staying at a 439 hotel in the casino or a hotel or campground affiliated with the casino 440 and accessible by a shuttle service, except such alcoholic liquor shall not 441 be served to a patron of such casino on (A) Monday, Tuesday, 442 Wednesday, Thursday, Friday and Saturday between the hours of four o'clock a.m. and nine o'clock a.m.; and (B) Sunday between the hours of 443 444 four o'clock a.m. and ten o'clock a.m.; and (2) allow the presence of 445 alcoholic liquor in glasses or other receptacles suitable to permit the 446 consumption thereof by an individual at any time on its gaming facility, 447 as defined in subsection (a) of section 30-37k. [, provided such alcoholic 448 liquor shall not be served to a patron of such casino during the hours 449 specified in subsection (a) of this section.] Each casino permittee shall 450 maintain, in writing, an alcohol service policy that provides for the safe 451 sale and dispensing of alcohol pursuant to the casino permit. Each 452 casino permittee shall review such policy at least once each year. For 453 purposes of this section, "receptacles suitable to permit the consumption 454 of alcoholic liquor" [shall] does not include bottles of distilled spirits or 455 bottles of wine.
- Sec. 14. Section 10-395b of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
- There is established a fund to be known as the ["Tourism Fund"]

  "Arts, Culture and Tourism Fund" which shall be a separate, nonlapsing
  fund. The fund shall contain any moneys required by law to be
  deposited in the fund.
- Sec. 15. Subparagraph (K) of subdivision (1) of section 12-408 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
  - (K) (i) For calendar quarters ending on or after September 30, 2019, the commissioner shall deposit into the regional planning incentive account, established pursuant to section 4-66k, six and seven-tenths per

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- cent of the amounts received by the state from the tax imposed under subparagraph (B) of this subdivision and ten and seven-tenths per cent of the amounts received by the state from the tax imposed under subparagraph (G) of this subdivision;
- (ii) For calendar quarters ending on or after September 30, 2018, the commissioner shall deposit into the <u>Arts, Culture and</u> Tourism Fund established under section 10-395b, as amended by this act, ten per cent of the amounts received by the state from the tax imposed under subparagraph (B) of this subdivision;
- Sec. 16. Subparagraph (J) of subdivision (1) of section 12-411 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
  - (J) (i) For calendar quarters ending on or after September 30, 2019, the commissioner shall deposit into the regional planning incentive account, established pursuant to section 4-66k, six and seven-tenths per cent of the amounts received by the state from the tax imposed under subparagraph (B) of this subdivision and ten and seven-tenths per cent of the amounts received by the state from the tax imposed under subparagraph (G) of this subdivision;
  - (ii) For calendar quarters ending on or after September 30, 2018, the commissioner shall deposit into the <u>Arts, Culture and</u> Tourism Fund established under section 10-395b, as amended by this act, ten per cent of the amounts received by the state from the tax imposed under subparagraph (B) of this subdivision;
- Sec. 17. Sections 12-565a and 12-578j of the general statutes are repealed. (*Effective from passage*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2021	New section
Sec. 2	July 1, 2021	3-55i

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Sec. 3	July 1, 2021	3-55j
Sec. 4	July 1, 2021	3-55 <i>l</i>
Sec. 5	July 1, 2021	3-55m
Sec. 6	July 1, 2021	12-18b(b)(1)(G)
Sec. 7	July 1, 2021	New section
Sec. 8	July 1, 2021	New section
Sec. 9	July 1, 2021	12-801
Sec. 10	July 1, 2021	12-812
Sec. 11	from passage	12-818
Sec. 12	from passage	30-91(a)
Sec. 13	from passage	30-91(1)
Sec. 14	July 1, 2021	10-395b
Sec. 15	July 1, 2021	12-408(1)(K)
Sec. 16	July 1, 2021	12-411(1)(J)
Sec. 17	from passage	Repealer section

## Statement of Legislative Commissioners:

In Section 3(g), "and except as provided in subsection (l) of this section," was added for clarity and consistency with the provisions of Subsec. (l), in Section 9, the exclusion from the definition of "lottery fund" was rewritten for clarity, and in Section 12, the exception was deleted for consistency with standard drafting conventions.

## **PS** Joint Favorable Subst.